

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6333

BILL NUMBER: SB 126

NOTE PREPARED: Jan 27, 2009

BILL AMENDED: Jan 27, 2009

SUBJECT: Financial Responsibility Curriculum.

FIRST AUTHOR: Sen. Waltz

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: The bill requires public schools, charter schools, and accredited nonpublic schools to provide instruction in personal financial responsibility to students in kindergarten through grade 12 under standards adopted by the State Board of Education (SBOE).

Effective Date: July 1, 2009.

Explanation of State Expenditures: *Summary:* There would be additional expenditures associated with development of the curriculum required by the bill. The curriculum would have to take into account the many different grade levels involved. Ultimately, the source of funds and resources required to satisfy the requirements of this bill will depend upon legislative and administrative actions.

Department of Education- Under the bill, the Department of Education (DOE) would develop a curriculum for personal financial responsibility instruction. The DOE may require a consultant to develop the curriculum. A midrange educational consultant salary and benefits would be approximately \$75,200 per year. Indirect costs could be \$1,500 if a phone connection and a computer were needed. The bill does not provide an appropriation to cover any expense incurred by the DOE for the development of the curriculum.

State Board of Education- The SBOE could adopt a curriculum within the course of a scheduled business meeting(s). Typically, the SBOE meets the first Wednesday of every month. The SBOE is scheduled to meet 12 times in CY 2009.

Background Information- The DOE has been appropriated \$5.6 M for FY 2009 for administrative functions,

including a \$387,349 appropriation for research and development programs.

Explanation of State Revenues:

Explanation of Local Expenditures: Schools would incur additional administrative time to include personal financial responsibility instruction. If a seminar were held, as allowed under the bill, schools that bring in a public speaker in personal finance would have additional expenses for their compensation.

Explanation of Local Revenues:

State Agencies Affected: DOE; SBOE.

Local Agencies Affected: Schools.

Information Sources: *State of Indiana List of Appropriations Made by the 2007 Indiana General Assembly for the Biennium July 1, 2007, to June 30, 2009*; State Staffing report.

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